FILED

JAN 25 2007

RICHARD W. WIEKING CLERK, U.S. DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA

UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA

UNITED STATES OF AMERICA.

No. CR 06-0144 JSW (JL)

Plaintiff,

٧.

REPORT AND RECOMMENDATION RE: POTENTIAL CONFLICT OF INTEREST

RENATO MEDINA, ET AL.,

Defendants.

On October 31, 2006, Judge White, the presiding judge in the above-entitled matter, referred to this court the government's motion for inquiry into potential conflict of interest. The potential conflict relates to the fact that attorney's fees for defendants Phyllis Reyes Cuison and Rawlin Reyes were being paid by their employer, alleged co-conspirator Renato Medina.

On December 14, 2006, the court conducted a hearing on the matter with reference to *Wood v. Georgia*, 450 U.S. 261 (1981) and *Quintero v. United States*, 33 F.3d 1133 (9th Cir. 1994). Assistant United States Attorneys Jay Weill and Cynthia Stier appeared for the government, and Ms. Ann Moorman appeared for Ms. Cuison and Lydia Stiglich appeared for Mr. Reyes.

For the Northern District of California

The parties agreed that it would be appropriate for each defendant and counsel to file under seal a declaration reflecting their acknowledgment of their rights to conflict - free counsel, their desire to proceed with Ms. Moorman and Ms. Stiglich, respectively, and waiving any potential claim of conflict of interest.

Subsequently, the Court received appropriate declarations and filed them under seal.

Accordingly, this Court recommends that Judge White find that there is no current conflict of interest and that defendant's Cuison and Reyes have waived any potential conflict.

DATED: (-25-07

United States Magistrate Judge

UNITED STATES DISTRICT COURT FOR THE

NORTHERN DISTRICT OF CALIFORNIA

UNDER SEAL-UNDER SEAL et al,

Case Number: CR06-00144 JSW

Plaintiff,

CERTIFICATE OF SERVICE

٧.

UNDER SEAL-UNDER SEAL et al,

Defendant.		,
		_/

I, the undersigned, hereby certify that I am an employee in the Office of the Clerk, U.S. District Court, Northern District of California.

That on January 25, 2007, I SERVED a true and correct copy(ies) of the attached, by placing said copy(ies) in a postage paid envelope addressed to the person(s) hereinafter listed, by depositing said envelope in the U.S. Mail, or by placing said copy(ies) into an inter-office delivery receptacle located in the Clerk's office.

Lidia S. Stiglich Stiglich & Hinckley 1306 Pine St Walnut Creek, CA 94596

Ann C. Moorman 803 Hearst Avenue Berkeley, CA 94710

Jay Weill, AUSA U.S. Attorney's Offie 450 Golden Gate Avenue, 10th Flr San Francisco, CA 94102

Dated: January 25, 2007

Richard W. Wieking, Clerk By: Venice Thomas, Deputy Clerk